



UMDONI MUNICIPALITY

EXTRACT OF MINUTES OF THE COUNCIL MEETING HELD IN THE COUNCIL CHAMBER ON WEDNESDAY 29 MAY 2019 AT 10:00

ATTENDANCE :

MINUTES: COUNCIL MEETING			
DATE OF MEETING	TIME	VENUE	
WEDNESDAY 29 May 2019	10:00	Scottburgh Town Hall	
CHAIRPERSON	PRESENT	ABSENT / LOA / APOLOGY	
	Cllr Armugam – KK Cllr Ally – M Cllr Brijraj – R Cllr Baptie – EV – (EXCO Member) Cllr Bhoola – RB Cllr Cele SH Cllr Cele MJ Cllr Dlamini – LR Cllr Dube – WT (Mayor) Cllr East – JJ Cllr Gwala – JNE Cllr Gambushe – DP Cllr Hlongwa – DMM Cllr Hlongwa DN Cllr Hlongwa ZT Cllr Khabela – NY Cllr Khathi – ST Cllr SSI Khwela (EXCO Member) - left 11h30 Cllr Khan – MA Cllr LN Myende Cllr Mbele – BO Cllr Maharaj – RS Cllr Mdluli SD Cllr Mngadi – BC (EXCO Member) Cllr Mzelemu – S (EXCO Member) Cllr Ngcobo – MC Cllr Ngwane – FM Cllr Ndlela – J Cllr Nombika – PN Cllr Sosibo – BB Cllr Shange SC Cllr Singh – S Cllr Thabethe – PE	Cllr Sokhulu – T – LOA Cllr Sookhraj – S – LOA Cllr Mtambo – HDT – LOA	
AMAKHOSI'S	Inkosi MP Ngcobo	Inkosi LM Shozi Inkosi MP Duma Inkosi SE Mbhele Inkosi PR Bele Inkosi SD Cele Inkosi JM Mqadi	
OFFICIALS	Present	L.O.A/ Absent / Apology	On Council Business
	Dr VP Tsako(Municipal Manager)	Mr B Ntsebesha(GMCS) Ms T Mhlongo(CFO/GMFS)	

	Mr N Manyathi (Acting GM Technical Services) Mr M Mzotho(GM P&D) Ms A Mthethwa stand – in for (GM Financial Services) Mrs N Harisingh (Manager – RAAS) Ms S Reddy – (Manager: L&E) Mr T Ndlovu (Manager: IA) Ms S Chiya(Manager: IDP/PMS) Ms S Cele(Manager: Communications) Ms Z Gcaba (Communication Officer) Mr BA Khanyile (M : PP &C) Ms Z Koli (Manager: Budget& Compliance) Mr M Patchai – stand in (GMCS) Mrs N Sithole Mrs K Govender		
COMMITTEE OFFICER			
INVITEES / PRESS / PUBLIC / PRESENTERS	Members of the public & press		

RESOLUTION NUMBER	C.11.5/May-19
ITEM	<u>2019/2020 FINAL BUDGET</u>

C.11.5/May-19 2019/2020 FINAL BUDGET

The Umdoni Council considered the above matter. Following discussions it was

**RESOLVED ON 2019/2020
FINAL BUDGET**

5.1 That the final annual capital and operating budgets of the municipality for the financial year 2019/2020 are tabled as a Final Budget for approval as set out in the following schedules:

- i. Budgeted Financial Performance Summary by Revenue Source and Expenditure by Category;
- ii. Budgeted Financial Performance - revenue and expenditure by municipal vote;
- iii. Budgeted Financial Performance - revenue and expenditure by GFS;

- iv. Budgeted Capital Expenditure by vote, GFS classification and funding; and
 - v. Budgeted Capital Expenditure by asset class.
- 5.2 That the Final Tariff of Charges is tabled for adoption for the 2019/2020 financial year.
- 5.3 The property rates randages and rebates have been reviewed; are tabled as final for the 2019/2020 financial year.
- 5.4 That the A Schedule budget tables as presented are tabled for approval.
- 5.5 The following budget-related policies are tabled for adoption;
- Asset Management Policy
 - Bad Debt Write-off & Impairment of Debts Policy
 - Budget Policy
 - Cash Management and Investment Policy
 - Cost Containment Policy
 - Credit Control & Debt Collection Policy
 - Indigent Policy
 - Insurance Management Policy
 - Petty Cash Policy
 - Rates Policy
 - Revenue Enhancement Policy
 - SCM Policy
 - Tariff Policy
 - Unallocated Deposits Policy
 - Virement Policy
- 5.6 The following draft by-laws are tabled for approval;
- Credit Control & Debt Collection By-Law
 - Municipal Property Rates By-Law
 - Tariff By-Law

6. BUDGET INPUTS FROM THE COMMITTEE

6.1 The Committee raised the following inputs to be considered in the budget.

- 6.1.1 Verge Maintenance provision (To be a three-year contract) R 2 000 000.
- 6.1.2 Appoint a service provider for municipal pound R 500 000
- 6.1.3 R 2 000 000 for Emergency relief (provision)
- 6.1.4 R 2 000 000 for street lights maintenance not to be taken out
- 6.1.5 Inclusion of Gel at R 2 000 000 for all wards
- 6.1.6 Inclusion of Steep Hills at R 5 000 000 for all wards
- 6.1.7 Repair of Temporary Houses at R 1 500 000

7. OTHER MATTERS

7.1 Due to financial constraints the following proposals must be considered and agreed upon by the council and funds be sourced to cover items 6.1.1 to 6.1.7 listed above) from the re-gravelling (materials) vote for the following additions to the 2019/2020 budget:

Gel	R	525 000.00
Municipal Pound	R	175 000.00
Verge Maintenance	R	525 000.00
Emergency relief	R	155 000.00
TOTAL	R	1 380 000.00

7.2 The proposal to fund Item 6.1.6 (Steep hills) with an amount of R5 000 000.00 is as follows:

Funds be sourced from:

Project	Funds before proposed adjustment	Proposed adjustment
Slurry Seal	R3 000 000.00	R1 000 000.00
Repairs of Plant and Equipment	R3 000 000.00	R1 500 000.00
Streetlights Maintenance	R2 000 000.00	R 500 000.00

Clearing of Storm water Pothole Patching	R2 000 000.00 R3 000 000.00	R 500 000.00 R1 500 000.00
TOTAL		<u>R5 000 000.00</u>

7.3 The proposal to reprioritise capital projects as follows:

Project Deferred to 2020/2021			Project Re-Prioritised to 2019/2020	
Project	Amount before adjustment		Project	Amount
Nkampula Sports field	R2 450 000.00		Dexter Road	R1 225 000.00
			Nkampula Road	R1 225 000.00
Grader	R3 244 000.00		Textile Road	R2 394 000.00
			Junction Road	R 850 000.00

It should be noted that as additional revenue becomes available, allocations shall be done on the above items to cover the short-falls. The items to be re-funded are as follows: Re-gravelling materials, Slurry Seals, Repairs of Plant and Equipment, Streetlights Maintenance, Clearing of Storm Water drains and Pothole Patching.

**RESOLVED ON 2019/2020 FINAL BUDGET FROM BUDGET
STREETING COMMITTEE AND OTHER MATTERS**

8.1 That Council approves the transfer of R1 380 000 from the re-gravelling (materials) vote for the following additions to the 2019/2020 budget:

1. Gel	R	525 000.00
2. Municipal Pound	R	175 000.00
3. Verge Maintenance	R	525 000.00
4. Emergency relief	<u>R</u>	<u>155 000.00</u>
TOTAL	<u>R</u>	<u>1 380 000.00</u>

8.2 Council approves to fund Item 6.1.6 (Steep hills) with an amount of R5 000 000.00 is as follows:

Funds be sourced from:

1. Slurry Seal	R1 000 000.00
2. Repairs of Plant and Equipment	R1 500 000.00
3. Streetlights Maintenance	R 500 000.00
4. Clearing of Storm water	R 500 000.00
5. Pothole Patching	<u>R1 500 000.00</u>
TOTAL	<u>R5 000 000.00</u>

8.3 Council approves the reprioritisation of capital projects as follows:

Project Deferred to 2020/2021		Project Re-Prioritised to 2019/2020	
Project	Amount	Project	Amount
Nkampula Sports field	R2 450 000.00	Dexter Road	R1 225 000.00
		Nkampula Road	R1 225 000.00
Grader	R3 244 000.00	Textile Road	R2 394 000.00
		Junction Road	R 850 000.00

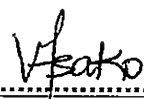
8.4 Amendments will be made to the 2019/2020 budget documents after Council approval.

8.5 Recommended that as additional revenue becomes available, allocation be done on items listed under recommendation 8.1 and 8.2 to cover the shortfalls.

8.6 Council notes the comments on the 2019/2020 draft budget from Provincial Treasury and other stakeholders.

ACTION : CFO

CERTIFIED BY DELEGATED AUTHORITY TO BE A TRUE EXTRACT OF ORIGINAL MINUTES


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DR VP TSAKO
MUNICIPAL MANAGER